# UNITED STATES DISTRICT COURT WESTERN DISTRICT OF TEXAS AUSTIN DIVISION

KENNETH EVANS,

Plaintiff,

v.

Civil Action No. 1:23-cv-722-DII

THE INDIVIDUALS, BUSINESS ENTITIES, & UNINCORPORATED ASSOCIATION IDENTIFIED ON EXHIBIT 1,

Defendants.

# PLAINTIFF'S MOTION FOR DEFAULT JUDGMENT AND PERMANENT INJUNCTION

Pursuant to Federal Rule of Civil Procedure 55(b)(2) and the Clerk's entry of default (Dkt. 26), Kenneth Evans ("Plaintiff") moves for an order of default judgment against each of the Defendants listed in the attached Exhibit 1 (the "Defaulting Defendants"). In support of this request, Plaintiff relies on the record in this case and the attached, incorporated exhibits. Plaintiff respectfully requests that the Court, for the reasons below, enter the accompanying proposed Default Judgment and Order for Permanent Injunction.

### STATEMENT OF ISSUES

The only issue before this Court is whether Plaintiff's well-pleaded allegations of fact in its Complaint (Dkt. 1) entitle Plaintiff to default judgment against the Defaulting Defendants as to Plaintiff's allegations of Copyright Infringement pursuant to 17 U.S.C. § 501.

### PROCEDURAL BACKGROUND

Plaintiff brought this action on June 26, 2023 (Dkt. 1) against the 877 Defendants listed in Exhibit 1 to the Complaint ("Defendants"), seeking relief against Defendants for copyright infringement through their promotion, advertising, marketing, distribution, offering for sale, and sale of products using Plaintiff's copyrighted photographs (Infringing Media") via online stores (the "Infringing Webstores") on various e-commerce platforms, such as Alibaba, AliExpress, Amazon, eBay, Joybuy, Shopify, Walmart, and Wish (the "Marketplaces"). Plaintiff sought discovery from the Marketplaces immediately upon issuance of the TRO (Dkt. 10, the "TRO") in an attempt to properly identify each of the Defendants, and Plaintiff thereafter incorporated the information provided by the Marketplaces into its requested summonses—all of these summonses were issued by the Clerk for service on Defendants. Dkt. 9. The Court then issued a preliminary injunction on August 6, 2023 (Dkt. 17, the "PI")—extending the relief ordered in the TRO.

Plaintiff also filed its Motion for Alternative Service of Process on June 26, 2023. Dkt. 4. Exercising its authority under Federal Rule of Civil Procedure 4(f)(3), the Court granted Plaintiff's Motion for Alternative Service of Process on July 5, 2023. Dkt. 11. Plaintiff thereafter served each of the Defaulting Defendants on August 21, 2023 via email pursuant to the Court's order. Dkt. 19. None of the Defaulting Defendants filed a responsive pleading, so Plaintiff filed its Request for Clerk's Entry of Default on September 12, 2023. Dkt. 24. The Clerk thereafter entered default against the Defaulting Defendants on September 14, 2023. Dkt. 26.

### STATEMENT OF FACTS

Plaintiff is engaged in the business of designing, creating, distributing, and retailing Texas Fence Fixer-branded hand tools to consumers throughout the world (Plaintiff's "Product"). Plaintiff is the owner of all right, title, and interest in and to U.S. Copyright Registration Nos. VA2340898 & Pau4173475 (the "Registrations").

Plaintiff has expended considerable resources advertising, marketing, and promoting Plaintiff's Product via the photographs and video subject to the Registrations (the "Media"), and these efforts have resulted in substantial sales of Plaintiff's Product, as well as accumulation of invaluable consumer goodwill. Dkt. 16-5. Plaintiff discovered that Defendants were using the Media in connection with the sale of Products on the Infringing Webstores, and Plaintiff confirmed that Defendants were offering the Products for sale to U.S. and Texas residents. *Id.* Defendants and the Infringing Webstores do not conduct business with Plaintiff and do not have the right or authority to use, reproduce, or display Plaintiff's Media in any manner whatsoever. *Id.* 

Defendants' infringing activities are depriving Plaintiff of the ability to control use and licensing of his Media, and are preventing Plaintiff from enjoying the exclusive rights conferred by the Copyright Act. 17 U.S.C. § 106. Such loss of control over the Media is neither calculable nor precisely compensable. Given the online nature of Defendants' commercial activities, Defendants have substantially benefitted from their unlawful tactics and infringement of the Media to profit from the sale of the Products. The willfully infringing and deceptive tactics used by the Defaulting Defendants to conceal their identities and the full scope of their infringing operations make it virtually impossible for Plaintiff to learn the true extent of the Defaulting Defendants' actions. Plaintiff therefore seeks to enforce his rights and recover from the Defaulting Defendants.

#### **ARGUMENT**

# I. Jurisdiction and Venue Are Proper in This Court

This Court has jurisdiction over this matter pursuant to 28 U.S.C. §§ 1331 and 1338 because the claims arise under the Copyright Act, 17 U.S.C. §§ 101 et seq.

This Court has personal jurisdiction over Defendants because each Defendant has, through one or more fully interactive commercial Internet websites, pursued sales from Texas residents by offering shipping to Texas (Dkt. 16-3), and, on information and belief, has induced sales of Products to residents of Texas by wrongfully reproducing and displaying Plaintiff's proprietary Media. As such, personal jurisdiction is proper because each of the Defendants transacts business to the State of Texas, is committing infringing acts in Texas, and has wrongfully caused Plaintiff substantial injury in the State of Texas.

This Court also has personal jurisdiction over Defendants because Plaintiff's claims arise under federal law; the Defendants are, on information and belief, not subject to jurisdiction in any state's courts of general jurisdiction; and exercise of such jurisdiction is consistent with the United States Constitution and laws. Fed. R. Civ. P. 4(k)(2). Personal jurisdiction is thus also proper pursuant to Rule 4(k)(2) because each of the Defendants directs its activities at residents of the United States and the State of Texas.

<sup>&</sup>lt;sup>1</sup> "For a State to exercise jurisdiction consistent with due process, the defendant's suit-related conduct must create a substantial connection with the forum State." *Walden v. Fiore*, 571 U.S. 277, 284 (2014); *see also J. McIntyre Mach., Ltd. v. Nicastro*, 564 U.S. 873, 881 (2011) ("submission through contact with and activity directed at a sovereign may justify specific jurisdiction"). Specific jurisdiction only requires a defendant to have "minimum contacts" with the state, rather than the more rigorous "continuous and systematic" standard for general jurisdiction—the defendant need only purposefully direct its activities at residents of the forum, and the plaintiff's alleged injury must arise out of or relate to the defendant's contacts with the forum state. *Dontos v. Vendomation NZ Ltd.*, 582 F. App'x 338, 342 (5th Cir. 2014).

Venue is proper in this District pursuant to 28 U.S.C. § 1391. Defendants are entities or individuals subject to personal jurisdiction in this District, and Defendants not residing in the United States may be sued in any judicial district.

# II. Plaintiff Has Met the Requirements for Default Judgment

Federal Rule of Civil Procedure 55 governs the procedural requirements related to the entry of default judgment. Although default judgments are generally disfavored, the policy against default judgments is "counterbalanced by considerations of social goals, justice and expediency, a weighing process that lies largely within the domain of the trial judge's discretion." Wooten v. McDonald Transit Associates, Inc., 788 F.3d 490, 496 (5th Cir. 2015). A default judgment is appropriate "when the adversary process has been halted because of an essentially unresponsive party." Sun Bank of Ocala v. Pelican Homestead & Sav. Ass'n, 874 F.2d 274, 276 (5th Cir. 1989). A defaulting defendant "admits the plaintiff's well-pleaded allegations of fact . . . and is barred from contesting on appeal the facts thus established." Nishimatsu Const. Co. v. Houston Nat. Bank, 515 F.2d 1200, 1206 (5th Cir. 1975). A default judgment is unassailable on the merits, but only so far as it is supported by well-pleaded allegations, assumed to be true. Wooten, 788 F.3d at 496.

Plaintiff served each of the Defaulting Defendants on August 21, 2023. Dkt. 19. More than 21 days have passed since the Defaulting Defendants were served, and no answer has been filed. See Fed. R. Civ. P. 12(a)(1)(A). Accordingly, default judgment is appropriate. Plaintiff therefore respectfully requests an award of statutory damages as authorized by 17 U.S.C. § 504(c)(2) for willful copyright infringement against each of the Defaulting Defendants in the amount of \$150,000.

Plaintiff also respectfully requests an award of its reasonable attorneys' fees and full costs pursuant to 17 U.S.C. § 505. Plaintiff further seeks entry of a permanent injunction pursuant to 17

U.S.C. § 502 prohibiting the Defaulting Defendants from continuing to use the Infringing Media, and an Order that all assets in the Defaulting Defendants' Alibaba, AliExpress, Amazon, eBay, Joybuy, Shopify, Walmart, Wish, Alipay, PayPal, Payoneer, WorldFirst, Western Union, MoneyGram, or other bank accounts, as well as any newly discovered assets, be transferred to Plaintiff.

### A. Copyright Infringement

The Copyright Act affords a copyright owner the exclusive rights to authorize and do the following: (1) reproduce the copyrighted work in copies; (2) prepare derivative works based on the copyrighted work; (3) distribute copies of the copyrighted work to the public; (4) perform the copyrighted work publicly; (5) display the copyrighted work publicly; and (6) for sound recordings, perform the copyrighted work publicly by digital transmission. 17 U.S.C. § 106. A violation of these rights constitutes an infringement of the owner's copyright. 17 U.S.C. § 501. A plaintiff must generally prove two elements to establish copyright infringement: "(1) ownership of a valid copyright, and (2) copying of constituent elements of the work that are original." *BWP Media USA, Inc. v. T & S Software Assocs., Inc.*, 852 F.3d 436, 439 (5th Cir. 2017), (quoting *Feist Publ'ns, Inc. v. Rural Tel. Serv. Co.*, 499 U.S. 340, 361 (1991)).

## i. Plaintiff owns valid copyright in the Registrations

The first prong, ownership of a valid copyright, extends only to copyrightable subject matter, which the Copyright Act defines as (1) original (2) works of authorship (3) fixed in any tangible medium of expression." See 17 U.S.C. § 102(a); see also Star Athletica, L.L.C. v. Varsity Brands, Inc., 137 S. Ct. 1002, 1008 (2017). The originality requirement "is not particularly stringent." Feist Publ'ns, Inc., 499 U.S. at 358. In fact, the originality requirement does not even require "novelty, ingenuity, or aesthetic merit." See Mason v. Montgomery Data, Inc., 967 F.2d

135, 141 (5th Cir. 1992); see also Feist Publ'ns, Inc., 499 U.S. at 345. All that is required is independent creation plus "at least some minimal degree of creativity." Feist Publ'ns, Inc., 499 U.S. at 345. The "works of authorship" requirement explicitly includes "pictorial, graphic, and sculptural works" as well as "motion pictures and other audiovisual works." 17 U.S.C. § 102(a). "A work is "fixed" in a "tangible medium of expression" when its embodiment in a copy, by or under the authority of the author, is sufficiently stable to permit it to be perceived for more than transitory duration. 17 U.S.C. § 101. It is generally accepted that ownership of a copyright certificate of registration constitutes prima facie evidence that "the copyright is valid and that the registrant owns the copyright." Gen. Universal Sys., Inc. v. Lee, 379 F.3d 131, 141 (5th Cir. 2004).

Plaintiff owns a valid copyright in his Registrations. Dkt. 16-3. Plaintiff created the Media in 1999, and has used the Media he wholly created to sell his Products all over the world. Dkt. 16-5. Plaintiff's Registrations thus satisfy the "not particularly stringent" originality requirement because Plaintiff independently created Plaintiff's Media and used at least a "minimal level of creativity" to do so. *See Feist Publ'ns, Inc.*, 499 U.S. at 358. Plaintiff's Media also meets the 17 U.S.C. § 102(a) work of authorship requirement because they are pictorial and audiovisual works. *See* 17 U.S.C. § 102(a)(5). Because Plaintiff's Media consists of pictorial and audiovisual works that are physically embodied and can be perceived, Plaintiff's Media is sufficiently "fixed in a tangible medium of expression." *See* 17 U.S.C. § 101. Moreover, Plaintiff's registration certificates establish that the U.S. Copyright Office has attested to the validity of the Registrations, the facts stated in the registration certificates, and that Plaintiff owns the Registrations. Plaintiff thus meets the requirements of the first copyright infringement prong by establishing his ownership of valid copyright registrations.

# ii. Defaulting Defendants copied the original constituent elements of Plaintiff's Registrations

A plaintiff must make two showings to prove actionable copyright infringement under the second prong: (1) that the defendant actually used the copyrighted material to create the allegedly infringing work and (2) that the allegedly infringing work is "substantially similar" to protectable elements of plaintiff's work. *Gen. Universal Sys.*, 379 F.3d at 141–42.

A plaintiff can prove actual copying by direct or circumstantial evidence. *Armour v. Knowles*, 512 F.3d 147, 152 (5th Cir. 2007). When bringing a circumstantial case of actual copying, "a plaintiff must prove that (1) the defendant had access to the copyrighted work before creation of the infringing work and (2) the works contain similarities that are probative of copying." *Id.* "The combined existence of access to the copyrighted work and similarities between the two works establishes the assumption as a matter of law that copying in fact occurred." *Id.* A plaintiff establishes access by proving that the defendant "had a reasonable opportunity to view the copyrighted work" before creating the allegedly infringing work. *Id.* at 153. Once access is established, the plaintiff must show that the works, "when compared as a whole, are adequately similar to establish appropriation." *Gen. Universal Sys.*, 379 F.3d at 141.

The Defaulting Defendants directly copied Plaintiff's Media, as circumstantial evidence shows that Plaintiff's Media and the photographs used by the Defaulting Defendants (the "Infringing Photographs") are identical. The Defaulting Defendants would not have been able to reproduce such identical Infringing Photographs but for their having access to Plaintiff's Media. Circumstantial evidence, therefore, shows that the Defaulting Defendants actually copied Plaintiff's Media to create the Infringing Photographs.

Substantial similarity requires a comparison between the plaintiff's work and the infringing copy to determine whether a layman would view the works as "substantially similar." *Nola Spice* 

Designs, L.L.C. v. Haydel Enterprises, Inc., 783 F.3d 527, 550 (5th Cir. 2015). Next, the plaintiff must show that the copy bears a substantial similarity to the "protected aspects" of the plaintiff's work. See Id. at 550; see also Harper & Row, Publishers, Inc. v. Nation Enterprises, 471 U.S. 539, 548 (1985) (finding that 300 words copied from a 450-page book constituted infringement).

The Infringing Photographs are not only substantially similar to Plaintiff's Media, as explained in Plaintiff's Original Complaint (Dkt. 1), for they are identical as exhibited below:

Plaintiff's TFF Copyright Images	Defendants' Infringing Images



The substantial similarity between Plaintiff's Media and the Infringing Photographs speaks for itself, for the Infringing Photographs are exact willful copes of Plaintiff's Media. Plaintiff's Media are, in their entireties, made up of "protected" materials because Plaintiff independently created Plaintiff's Media and used "at least some minimal degree of creativity" to do so. *See Feist Publ'ns*, 499 U.S. at 345. When viewed side-by-side, a layman would agree that Plaintiff's Media and the Infringing Photographs are "substantially similar," and in fact, are exactly the same. Plaintiff thus meets the requirements of the second copyright infringement prong by establishing that the Defaulting Defendants copied the constituent elements of Plaintiff's Media that are original to Plaintiff.

The Defaulting Defendant's copying and public display of Plaintiff's Media violate Plaintiff's exclusive rights pursuant to 17 U.S.C. § 501. Plaintiff has no adequate remedy at law and, if the Defaulting Defendants' activities are not enjoined, Plaintiff will continue to suffer irreparable harm and injury to his business' goodwill, reputation, and sales. These well-pleaded

allegations in Plaintiff's Original Complaint establish that the Defaulting Defendants' acts constitute copyright infringement in violation of 17 U.S.C. §§ 101 *et seq.*, and because the Defaulting Defendants have failed to respond in this matter, the Court must accept the allegations contained in the Complaint as true. Fed. R. Civ. P. 8(b)(6). Accordingly, Plaintiff requests that this Court enter judgment against each of the Defaulting Defendants with respect to Plaintiff's well-pleaded allegations of copyright infringement in violation of 17 U.S.C. §§ 101 *et seq.* 

### III. PLAINTIFF IS ENTITLED TO MONETARY AND INJUNCTIVE RELIEF

### A. Plaintiff Elects to Recover Statutory Damages

Pursuant to the statutory damages provision of the Copyright Act, 17 U.S.C. § 504(c), a "copyright owner may elect, at any time before final judgment is rendered, to recover . . . an award of statutory damages for all infringements involved in the action, with respect to any one work, for which any one infringer is liable individually . . . in a sum of not less than \$750 or more than \$30,000 as the court considers just." 17 U.S.C. § 504(c)(1). If the court finds, however, that the infringement was committed willfully, "the court in its discretion may increase the award of statutory damages to a sum of not more than \$150,000." 17 U.S.C. § 504(c)(2). The Fifth Circuit has recognized that district courts have wide latitude in deciding whether to require an evidentiary hearing before entering default judgment. James v. Frame, 6 F.3d 307, 310 (5th Cir. 1993) (citing Fed. R. Civ. P. 55(b)(2)). Where "the amount claimed is a liquidated sum or one capable of mathematical calculation[,]" an evidentiary hearing is not required. James, 6 F.3d at 310. "[S]tatutory damages are intended not merely for the restitution of profits or reparation of injury, but to deter wrongful conduct." Mouse On Tha Track LLC v. Parg Mgmt. LLC, No. 3:18-CV-2980-S-BH, 2019 WL 6970946, at \*7 (N.D. Tex. Nov. 13, 2019). Plaintiff therefore seeks recovery of statutory damages pursuant to 17 U.S.C. § 504(c)(2) against each Defaulting Defendant in the

amount of \$150,000 for the Registrations infringed, and as the Defaulting Defendants have not appeared in this action and the amount claimed in a liquidated sum, Plaintiff respectfully requests that the Court award this relief of \$150,000 against each Defaulting without holding a hearing.

### B. Defaulting Defendants Acted Willfully

Although the Supreme Court has not directly addressed the definition of "willful" under the Copyright Act, the Fifth Circuit looks to Safeco Ins. Co. of America v. Burr, 551 U.S. 47 (2007) in applying "the common law construction of the term 'willful" to be interpreted as "not only knowing violations of a standard, but reckless ones as well." Graper v. Mid-Continent Cas. Co., 756 F.3d 388, 394–95 (5th Cir. 2014) (quoting Safeco Ins. Co. of America, 551 U.S. at 58). Safeco, therefore, "mandates that we interpret 'willful' under § 504(c)(2) as encompassing more than just 'knowing' infringements." *Graper*, 756 F.3d at 395. "In making a statutory award, the court may consider the likelihood of profits and losses and may take into account the attitude and conduct of the parties[,]" and "constructive" knowledge can be deemed willful. Malaco Inc. v. Cooper, No. CIV.A. 300CV2648P, 2002 WL 1461927, at \*4 (N.D. Tex. July 3, 2002); see also Graper, 756 F.3d at 394 ("A finding of willfulness in the underlying suit would not adjudicate the fact of whether the infringement was knowing because a finding of willfulness under the Copyright Act does not require proof of knowing conduct"). Courts in the Fifth Circuit have recognized willful infringement where defense efforts are "spare," where a defendant makes "no attempt whatsoever to avoid infringement," or "where a defendant acted with 'reckless disregard' for or 'willful blindness' to the rights of a copyright owner.") Flowserve Corp. v. Hallmark Pump Co., *Inc.*, No. 4:09-cv-0675, 2011 WL 1527951, at \*6 (S.D. Tex. Apr. 20, 2011) (internal quotations omitted); Malaco, 2002 WL 1461927, at \*5. A district court "has broad discretion in determining a damage award within the range provided by statute[,]" for instance, "the court may consider the

deterrent effect on the infringer and on third parties, expenses saved and profits gained from the infringement, and the infringer's state of mind in committing the infringement." *Malaco*, 2002 WL 1461927 at \*5.

The Defaulting Defendants have been using the Infringing Photographs on the Infringing Webstores without Plaintiff's authorization, which demonstrates that the Defaulting Defendants had knowledge that their activities infringed on Plaintiff's rights, or at least shows that the Defaulting Defendants were willfully blind, or acted with reckless disregard to Plaintiff's rights. The Defaulting Defendants' infringements were therefore committed willfully.

### C. A High Statutory Damages Award Is Appropriate and Just

17 U.S.C. § 504(c) contains the dollar range for a possible statutory damage award. The only guidance provided by the statute on how to determine a damage award within the statutory range is "as the court considers just." 17 U.S.C. § 504(c)(1). A district court "has virtually unfettered discretion in deciding the quantum of damages to award in a copyright infringement case" as long as such award is "[b]etween the statutory maximum and minimum." *Cullum v. Diamond A Hunting, Inc.*, 484 F. App'x 1000, 1002 (5th Cir. 2012); *see also Playboy Enterprises, Inc. v. Webbworld, Inc.*, 991 F. Supp. 543, 560 (N.D. Tex. 1997), *aff'd*, 168 F.3d 486 (5th Cir. 1999) (citing *F.W. Woolworth Co. v. Contemporary Arts*, 344 U.S. 228, 231 (1952); *Broadcast Music, Inc. v. Star Amusements, Inc.*, 44 F.3d 485, 487–89 (7th Cir.1995) (holding that the standard of review for an award of statutory damages is even more deferential than an abuse of discretion standard). "Among the numerous factors considered by the courts in setting statutory damage amounts are the expenses saved and profits reaped by the infringer; the deterrent effect of the award on a defendant and on third parties; and the infringer's state of mind in committing the infringement." *Playboy Enterprises*, 991 F. Supp. at 560.

Very little discovery occurred with regard to the Defaulting Defendants' overall sales todate and the Defaulting Defendants' profit margins directly related to the sale of products using the Infringing Photographs, as none of the Defaulting Defendants have provided this information, and the Marketplaces have not been able to provide Plaintiff with all of the information requested throughout this case. The first two factors therefore cannot be assessed with accuracy. See Louis Vuitton Malletier & Oakley, Inc. v. Veit, 211 F. Supp. 2d 567, 584 (E.D. Pa. 2002) (finding that "the first two factors cannot be assessed" because "no discovery ever occurred"). Issuing a default judgment and permanent injunction on the Defaulting Defendants is undoubtedly the best, and indeed truly the only way to deter future infringing conduct. See Sony Music Ent. v. Cassette Prod., *Inc.*, No. CIV. A. 92-4494(JCL), 1996 WL 673158, at \*6 (D.N.J. Sept. 30, 1996) ("It is reasonable for the Court to consider a Defendant in default as willful, in exercising its discretion within the 'sliding scale' of its authority to award statutory damages, because a Court's award of statutory damages is the only deterrent that will have any effect on a Defendant"). The Defaulting Defendants' willful state of mind in violating Plaintiff's Registrations by using the Infringing Photographs weighs in favor of a high award of statutory damages.

The Copyright Act's statutory damages provision was designed to ensure a plaintiff is adequately compensated, and a high statutory damage award serves the need to deter future infringement. In similar cases involving copyright infringement, courts have awarded the plaintiff maximum statutory damages under 17 U.S.C. §504(c). See, e.g., F. W. Woolworth, 344 U.S. at 234 (1952) (maximum statutory damages appropriate where a defendant admitted realization of profits from the sale of replicas of plaintiff's copyrighted materials, and plaintiff demonstrated that it had suffered "real and substantial injury"); see also; Energy Intel. Grp., Inc. v. Kayne Anderson Cap. Advisors, L.P., 948 F.3d 261, 272 (5th Cir. 2020) (citing Superior Form Builders, Inc. v. Dan

Chase Taxidermy Supply Co., 74 F.3d 488, 496–97 (4th Cir. 1996), which found that maximum statutory damages was appropriate where the gross revenue from infringement was \$10,200); Naughtys LLC v. Does 1-580, No. 4:21-CV-492-O, 2022 WL 5213381, at \*2 (N.D. Tex. Sept. 14, 2022) (maximum statutory damages appropriate for both copyrighted works at issue notwithstanding that the discovery period yielded minimal data relating to the defendants' sales); DISH Network L.L.C. v. Khalid, No. CV H-19-4563, 2021 WL 765709, at \*7 (S.D. Tex. Feb. 23, 2021) (maximum statutory damages appropriate where the defendant failed to participate in the proceeding, defied infringement notices, evaded service providers' attempts to halt the infringement, and likely profited from the infringement and caused substantial losses to the plaintiff). "Copyright infringement . . . must not be allowed to serve as the cornerstone of a profitable business" (Playboy Enterprises, 991 F. Supp. at 561), and an award of high statutory damages in this case will assist in curtailing further willful foreign infringement of U.S. copyrights.

Awarding high statutory damages in this case will deter further infringers and punish the Defaulting Defendants for failing to participate in this litigation. Defaulting Defendants have not appeared, nor have they provided any records to help in assessing potential damages. In sum, because Defendants' conduct was willful, Plaintiff has provided information regarding lost revenues, other parties will be deterred, and Defendants have still failed to appear or cooperate in resolving this matter, an award of statutory damages against each Defaulting Defendant in the amount of \$150,000 total for infringing both of Plaintiff's Registrations is warranted. Given the Court's clear discretion in determining the appropriate amount of the statutory damages award within the statutory limits of 17 U.S.C. § 504(c), Plaintiff respectfully requests the Court's entry of an award of \$150,000 against each Defaulting Defendant for infringing Plaintiff's Registrations.

### D. Plaintiff is Entitled to Recover its Costs and Attorneys' Fees

The Copyright Act also provides for the recovery of costs and attorneys' fees:

In any civil action under this title, the court in its discretion may allow the recovery of full costs by or against any party other than the United States or an officer thereof. Except as otherwise provided by this title, the court may also award a reasonable attorney's fee to the prevailing party as part of the costs.

17 U.S.C. § 505. The Fifth Circuit recognizes that "[A]ttorney's fees to the prevailing party in a copyright action is the rule rather than the exception and should be awarded routinely." *Bell v. Eagle Mountain Saginaw Indep. Sch. Dist.*, 27 F.4th 313, 326 (5th Cir. 2022) (referencing *Virgin Records Am., Inc. v. Thompson*, 512 F.3d 724, 726 (5th Cir. 2008)) (emphasis in original). The Defaulting Defendants' willful infringement of Plaintiff's Media warrants an award of full attorneys' fees and costs to Plaintiff—especially because the Defaulting Defendants directly copied Plaintiff's Media without authorization and used the Infringing Photographs to market, sell, and generate revenue from the sale of products. Furthermore, the Defaulting Defendants failed to answer Plaintiff's complaint or otherwise defend the lawsuit, thereby establishing that the Defaulting Defendants' improper conduct was committed deliberately, willfully, knowingly, and intentionally simply by virtue of their default. Plaintiff therefore seeks recovery of its full costs and attorney's fees from the Defaulting Defendants pursuant to 17 U.S.C. § 505.

### E. Plaintiff is Entitled to Permanent Injunctive Relief

In addition to the foregoing relief, Plaintiff respectfully requests entry of a permanent injunction enjoining the Defaulting Defendants from continuing their infringing use of the Infringing Photographs. "To establish entitlement to permanent injunctive relief in copyright infringement cases, the party seeking the injunction must demonstrate (1) actual success on the merits; (2) no adequate remedy at law; (3) that the threatened injury outweighs any damage to the

defendant; and (4) the injunction will not disserve the public interest. *F.M.D. Holdings, LLC v. Regent Fin. Corp.*, No. 5:20-CV-269-H, 2021 WL 5883136, at \*24 (N.D. Tex. Dec. 10, 2021) (internal quotations omitted). All four factors weigh in favor of granting a permanent injunction against the Defaulting Defendants.

Plaintiff has prevailed on the merits, establishing the first element. *See United States v. Shipco General*, 814 F.2d 1011, 1014 (5th Cir. 1987) (holding that a default judgment is a judgment on the merits conclusively establishing a defendant's liability).

With respect to the inadequacy of remedies at law, as discussed above, Plaintiff's allegations establish that the Defaulting Defendants directly copied Plaintiff's Media without authorization. The Defaulting Defendants' unauthorized and infringing acts have already caused immeasurable damage to Plaintiff, and the nature of the Defaulting Defendants' infringement—copying Plaintiff's Media and selling products using aliases and foreign accounts—suggests that, absent an injunction, they will remain free to continue doing so under further aliases. Without an enforceable injunction from this Court, Plaintiff would be forced to file further, identical copyright infringement actions in an effort to defend its Registrations. There is thus no adequate remedy at law, and the second factor also weighs in Plaintiff's favor.

The Defaulting Defendants suffer no harm from a permanent injunction—"they are merely stopped from doing something they cannot lawfully do"—so the third element is satisfied, as well. *F.M.D. Holdings*, 2021 WL 5883136 at \*24. Plaintiff is entitled to protect the integrity of its intellectual property, and it continues to suffer hardship as long as the Defaulting Defendants are infringing its Registrations. The only hardship the Defaulting Defendants would face would be to simply cease using Plaintiff's intellectual property.

The public interest factor also weighs in favor of an injunction because the public interest and the Copyright Act would be undermined if the Defaulting Defendants' improper conduct is allowed to continue. Permanently enjoining the Defaulting Defendants will therefore advance the public interest by protecting and enforcing copyright registrants' intellectual property while maintaining the integrity of the Copyright Act. *See F.M.D. Holdings*, 2021 WL 5883136 at \*24 ("given the egregious nature of the defendants' infringement and the need for free and *fair* competition, a permanent injunction is abundantly in the public interest" (emphasis in original)).

Notwithstanding the above test, the Copyright Act provides that courts may grant injunctive relief "on such terms as it may deem reasonable to prevent or restrain infringement of a copyright." 17 U.S.C. § 502(a). A copyright holder therefore possesses "the right to exclude others from using his property." *eBay Inc. v. MercExchange, L.L.C.*, 547 U.S. 388, 392 (2006). A permanent injunction is thus also appropriate under the Copyright Act because only a permanent injunction will effectively restrain the Defaulting Defendants from further unlawful use of the Infringing Photographs.

Plaintiff therefore asks the Court to permanently enjoin the Defaulting Defendants from infringing Plaintiff's Registrations, using the Infringing Photographs, and to order any further relief the Court deems just to restrain the Defaulting Defendants from causing further irreparable damage to Plaintiff.

### CONCLUSION

Awarding statutory damages in this case deters the Defaulting Defendants and others from engaging in infringing conduct, compensates Plaintiff for such infringement, and admonishes the Defaulting Defendants for neglecting to participate in this litigation. This, in turn, promotes judicial efficiency and the just resolution of legal matters. An award of \$150,000 for infringement

of both of Plaintiff's Registrations further protects both Plaintiff's valuable intellectual property

rights and the integrity of the Copyright Act itself. Plaintiff thus respectfully requests that the Court

enter an order granting Plaintiff all of its damages pled herein, issue a permanent injunction

enjoining the Defaulting Defendants from using the Infringing Photographs, and order that all

assets in the Defaulting Defendants' Alibaba, AliExpress, Amazon, eBay, Joybuy, Shopify,

Walmart, Wish, or other bank or merchant accounts, as well as any newly discovered assets, be

transferred to Plaintiff.

Dated: September 14, 2023

Respectfully submitted,

SCALE LLP

By: /s/ Charles A. Wallace

James H. Creedon

Texas Bar No. 24092299

Charles A. Wallace

Texas Bar No. 24110501

5473 Blair Road, Suite 100

Dallas, Texas 75231

Tel. 415.735.5933

Fax 415.573.0983

jcreedon@scalefirm.com

cwallace@ scalefirm.com

ATTORNEYS FOR PLAINTIFF KENNETH EVANS

19

### **CERTIFICATE OF SERVICE**

I certify that on September 14, 2023, I caused a true and correct copy of the foregoing document to be filed on the Court's CM/ECF system, which served notice on all counsel of record. The Defaulting Defendants were also provided notice on September 14, 2023, via email to all of the email addresses identified in the attached Exhibit 1.

By: /s/ Charles A. Wallace Charles A. Wallace

### **CERTIFICATE OF CONFERENCE**

None of the Defaulting Defendants have appeared in this case, and therefore, pursuant to Local Rule 7(G), undersigned counsel states that he is unable to meet and confer with Defaulting Defendants and unable to state whether this motion is opposed.

/s/ Charles A. Wallace Charles A. Wallace